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DE RUEHRK #0277 2641713 ZNR UUUUU ZZH P 211713Z SEP 07 FM AMEMBASSY REYKJAVIK TO RUEHC/SECSTATE WASHDC PRIORITY 3446 INFO RUCNDT/USMISSION USUN NEW YORK 0085 RUEHBR/AMEMBASSY BRASILIA 0004 RUEHNE/AMEMBASSY NEW DELHI 0004 RUEHSA/AMEMBASSY PRETORIA 0003 RUEHSG/AMEMBASSY SANTIAGO 0006 RUEHDS/AMEMBASSY ADDIS ABABA 0002 RUEHFR/AMEMBASSY PARIS 0039 RUEHBS/AMEMBASSY BRUSSELS 0040 RUEHOT/AMEMBASSY OTTAWA 0012 RUEHPG/AMEMBASSY PRAGUE 0013 RUEHCP/AMEMBASSY COPENHAGEN 0347 RUEHHE/AMEMBASSY HELSINKI 0126 RUEHRL/AMEMBASSY BERLIN 0032 RUEHTH/AMEMBASSY ATHENS 0010 RUEHUP/AMEMBASSY BUDAPEST 0005 RUEHDL/AMEMBASSY DUBLIN 0010 RUEHRO/AMEMBASSY ROME 0018 RUEHKO/AMEMBASSY TOKYO 0028 RUEHUL/AMEMBASSY SEOUL 0004 RUEHLE/AMEMBASSY LUXEMBOURG 0012 RUEHME/AMEMBASSY MEXICO 0006 RUEHWL/AMEMBASSY WELLINGTON 0057 RUEHNY/AMEMBASSY OSLO 0304 RUEHWR/AMEMBASSY WARSAW 0009 RUEHLI/AMEMBASSY LISBON 0011 RUEHSL/AMEMBASSY BRATISLAVA 0008 RUEHSM/AMEMBASSY STOCKHOLM 0155 RUEHAK/AMEMBASSY ANKARA 0015 UNCLAS REYKJAVIK 000277

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DEPT FOR G (FERRAO), DRL/MLGA (PAZ) DEPT ALSO FOR EUR/NB (WHEELER) ADDIS ABABA for USAU PARIS for USOECD Paul Reid, Curtis Stone BRUSSELS for USEU Patricia Lerner USOAS for Bob Manzanares

E.O. 12958: N/A

TAGS: EAID KDEM OECD UNGA PREL IC

SUBJECT: Iceland: Press in New York for a position on Partnership

for Democratic Governance

Refs: A) State 108794

B) State 131040

- (SBU) Summary: Iceland's Ministry for Foreign Affairs remains noncommittal on Iceland's involvement in the OECD Partnership for Democratic Governance (PDG), despite repeated overtures from Post. Embassy believes this may be a result of uncertainty about the form and objectives of the PDG as well as the fact that Iceland's development aid policy is apparently under review by the Minister for Foreign Affairs. Post suggests engagement on the margins of UNGA to clarify details of the PDG and press for Icelandic support. End Summary.
- (SBU) DCM, Econ Chief, and visiting EUR/NB Desk Officer presented Ref A points to the Director-General for External Trade and Economic Affairs at Iceland's Ministry for Foreign Affairs on August 21. Earlier in the day, Pol Chief, EUR/NB DeskOff and Pol Intern made a similar presentation to the MFA's Counsellor for Human Rights and Democracy Issues. Both were appreciative but noncommittal, saying they would raise the issue within the ministry.

In follow-up contacts on September 14 and again on September 20 to present Ref B information, MFA contacts were similarly undecided about Iceland's participation. Icelandic MFA's Minister-Counsellor for International Organization Affairs Nikulas Hannigan told Pol Chief on September 20 that the issue was "under review" at the ministry, but added on a separate topic that development aid was one of Iceland's main issues of interest for the upcoming UN General Assembly (UNGA).

- 13. (SBU) Comment: EmbOffs have learned separately that Minister for Foreign Affairs Gisladottir has asked for a review of Iceland's development aid policy, including an exploration of merging the Icelandic International Development Agency (ICEIDA) into the Ministry. Currently, ICEIDA handles bilateral aid projects while the MFA has responsibility for multilateral donations. We speculate that this review may be stalling commitments to other initiatives.
- 14. (SBU) Comment, cont'd: Post recommends engagement with the Icelandic missions at the UN and OECD to clarify thinking on the PDG as well as direct engagement with the Icelandic delegation at UNGA to help flush out MFA thinking on the issue.

Klopfenstein